

Consumers Illinois Water Company
Summary of Major Planned Capital Expenditures
2000 - 2004

1)	Nitrate Abatement in Vermilion County	\$6,000,000
2)	Transmission Mains for Reliability of Service	\$5,000,000
3)	Water Main Replacements	\$3,000,000
4)	New Water Storage Facilities	\$5,000,000
5)	Meter Replacements	\$2,000,000
6)	New Services	\$2,000,000
7)	Renewal Services	\$1,000,000
8)	New & Replacement Hydrants	\$1,000,000
9)	Water Treatment Plant Improvements	\$4,000,000
10)	Vehicles & Equipment	\$1,000,000

CONSUMERS ILLINOIS WATER COMPANY
Kankakee Division
WATER SERVICE

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

Applies to

City of Kankakee, Village of Bourbonnais, Village of Bradley, Village of Aroma Park and Portions of Kankakee, Aroma, Bourbonnais, Manteno and Limestone Townships in Kankakee County, Illinois ("Kankakee Division")

Purpose

The purpose of the Infrastructure System Improvement Charge ("ISIC") is to recover the return on and depreciation expense related to certain non-revenue producing plant infrastructure improvements. The ISIC is authorized by Section 9-220.2 of the Illinois Public Utilities Act (220 ILCS 5/9-220.2.) The ISIC applies only to qualifying non-revenue-producing plant ("QNRP") (as defined below under "Terms and Conditions") which has not yet been included in rate base in a rate case test year.

Applicable Rate Charges

The ISIC shall be applicable to all charges for Customers served under the Customer Charges, Usage Charges, Public Fire Protection Charges, Private Fire Protection Charges, Municipal Tax Addition Charges, Gross Revenue Tax Charges, and Standby Water Service Charges of the Company's Kankakee Division ("Division") Water Service Tariff.

Effectiveness

The ISIC shall become effective for service provided on and after the first day of the month following the month in which a ISIC Percentage Information Sheet is filed with the Commission pursuant to the "Terms and Conditions" set forth below.

Application of ISIC

The ISIC will be shown as a separate line item on the bill of each Customer. For each bill, the ISIC will be calculated by multiplying the ISIC Percentage by the total amount billed to each Customer under the Company's otherwise applicable rates and charges, excluding amounts billed for late payment charges. The first ISIC Percentage will become effective for bills for service provided on and after the effective date of the ISIC, as set forth above. Thereafter, the ISIC Percentage will be revised on January 1 of each year and, if a change in the ARA component of the ISIC is required, on April 1 of the year of such change.

Computation of ISIC Percentage

The ISIC Percentage for each year shall be calculated using the following formula:

$$\text{ISIC Percentage} = \frac{[(AI - AAD) \times ROR] \times GRCF}{PAR} + ND + ARA$$

Where AI = The Average QNRP Investment for the period January 1 of the year through the following December 31, computed as the average of the projected balances of QNRP Investment (as determined in accordance with the "Terms and Conditions" set forth below) on January 1 and the following December 31.

Issued:

Effective:

Issued by: Thomas J. Bunosky, Vice President
Consumers Illinois Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152

CONSUMERS ILLINOIS WATER COMPANY
Kankakee Division
WATER SERVICE

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

- AAD = Average Accumulated Depreciation, equal to the projected depreciation expense related to the Average QNRP Investment in excess of related retirements.
- ROR = The overall rate of return reflecting the cost of common equity approved by the Commission in the immediately preceding rate order for the Division.
- GRCF = The gross revenue conversion factor used in the immediately preceding final rate order for the Company.
- ND = Net Depreciation expense related to the Average QNRP Investment. The depreciation expense shall be calculated by applying the depreciation rates last approved by the Commission for the respective accounts in which the specific items included in the Average QNRP Investment are recorded.
- ARA = The Annual Reconciliation Amount, as calculated in the manner described in the "Terms and Conditions" below.
- PAR = The projection of total water operating revenues for the applicable rate charges of the Division for the period January 1 through December 31.

Terms and Conditions

QNRP Investment shall equal that portion of the Company's projected investment in QNRP in the Division, which is not included in the rate base for the Division used to establish rates approved in the immediately preceding rate order for the Company; provided, however, that in the event that the year for which the ISIC percentage is to be calculated (the "ISIC Determination Period") pursuant to the formula set forth above overlaps all or a portion of the Future Test Year in a rate proceeding for which a final Order has been issued or is pending, Average QNRP Investment for the ISIC Determination Period shall not include any portion of the investment in QNRP which is or is expected to be included in the Future Test Year Rate Base.

QNRP shall consist of plant items or facilities (including, but not limited to, replacement mains, meters, services, and hydrants) which (i) are not reflected in the rate base used to establish the utility's base rates and (ii) are non-revenue producing. A "non-revenue producing facility" is one that is not constructed or installed for the purpose of serving a new customer.

The Annual Reconciliation Amount shall be equal to the difference between the actual revenues recovered through the ISIC and the actual amount of prudently incurred costs recoverable through the ISIC for the Reconciliation Period. The Annual Reconciliation Amount will operate to refund revenue to the customers to the extent of any over collection during the Reconciliation Period and will recover revenue from the

Issued:

Effective:

Issued by: Thomas J. Bunosky, Vice President
Consumers Illinois Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152

CONSUMERS ILLINOIS WATER COMPANY
Kankakee Division
WATER SERVICE

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

customers to the extent of any under collection of revenue during the Reconciliation Period. Such refund or recovery (as appropriate) will take place over the 12-month period beginning on April 1 of the year following the Reconciliation Period. For each ISIC Percentage effective on April 1, the Reconciliation Period shall be the twelve month period ending on the prior December 31 (or, if the ISIC was not in effect for that entire twelve month period, the months of that period during which the ISIC was in effect).

For any twelve month period ending on December 31 in which (i) the ISIC has been in effect and (ii) the Company's realized rate of return on rate base exceeds the most recently authorized rate of return, ISIC revenues collected during that twelve month period will be reflected as a credit in the calculation of the ARA included in the calculation of the ISIC Percentage to become effective on the following April 1 to the extent that such revenue contributed to the realization of a rate of return above the authorized level.

The ISIC Percentage to be applied each year shall be shown on an Information Sheet and filed with the Commission not later than December 15 of the year immediately preceding the year for which the ISIC Percentage is to become effective. Not later than March 15 of each year, an Information Sheet will be filed to reflect the revised ARA component of the ISIC, which is to become effective on April 1 of each year (if applicable). The Information Sheet shall be accompanied by backup data showing the calculation of the ISIC Percentage. Unless otherwise ordered by the Commission, each ISIC Percentage shown on an Information Sheet filed in accordance with this paragraph shall become effective as indicated in the Information Sheet.

On March 1 of each year, the Company will submit to the Commission an Annual Report regarding the results of the previous Reconciliation Period. Within six months of receipt of the Annual Report, the Commission may, by order, initiate a proceeding to review the results of the previous Reconciliation Period. If the Commission finds, after hearing, that any amounts were improperly recovered through the ISIC during the Reconciliation Period, the Commission may, to the extent that the correction has not already been reflected in the calculation of the ARA included in the calculation of the ISIC, by order require that the ARA be appropriately adjusted. Any such adjustment made by order of the Commission shall be included in the ARA adjustment and be in effect for twelve months, beginning on the next April 1 following the Commission's determination.

In the event that the operation of ISIC is discontinued, a determination of refunds or additional charges, if any, due to or from Customers for the period during which the ISIC was in effect will be made. Such refund or additional charge shall equal the amount by which revenues collected under the ISIC through the date of its discontinuance exceed or fell short of the recoverable ISIC costs incurred through the same date. Such refund or additional charge will be made as a line item credit or charge on bills for water service and will be made within six months after the operation of the ISIC has been discontinued.

Issued:

Effective:

Issued by: Thomas J. Bunosky, Vice President
Consumers Illinois Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152

CONSUMERS ILLINOIS WATER COMPANY
Vermilion County Division
WATER SERVICE

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

Applies to

City of Danville, Village of Tilton and adjacent areas in Vermilion County, Illinois ("Vermilion County Division")

Purpose

The purpose of the Infrastructure System Improvement Charge ("ISIC") is to recover the return on and depreciation expense related to certain non-revenue producing plant infrastructure improvements. The ISIC is authorized by Section 9-220.2 of the Illinois Public Utilities Act (220 ILCS 5/9-220.2.) The ISIC applies only to qualifying non-revenue-producing plant ("QNRP") (as defined below under "Terms and Conditions") which has not yet been included in rate base in a rate case test year.

Applicable Rate Charges

The ISIC shall be applicable to all charges for Customers served under the Facilities Charges, Usage Charges, Public Fire Protection Charges, Private Fire Protection Charges, Municipalities for Resale Charges, Municipal Tax Addition Charges, Gross Revenue Tax Charges, and Standby Water Service Charges of the Company's Vermilion County Division ("Division") Water Service Tariff.

Effectiveness

The ISIC shall become effective for service provided on and after the first day of the month following the month in which a ISIC Percentage Information Sheet is filed with the Commission pursuant to the "Terms and Conditions" set forth below.

Application of ISIC

The ISIC will be shown as a separate line item on the bill of each Customer. For each bill, the ISIC will be calculated by multiplying the ISIC Percentage by the total amount billed to each Customer under the Company's otherwise applicable rates and charges, excluding amounts billed for late payment charges. The first ISIC Percentage will become effective for bills for service provided on and after the effective date of the ISIC, as set forth above. Thereafter, the ISIC Percentage will be revised on January 1 of each year and, if a change in the ARA component of the ISIC is required, on April 1 of the year of such change.

Computation of ISIC Percentage

The ISIC Percentage for each year shall be calculated using the following formula:

$$\text{ISIC Percentage} = \frac{[(AI - AAD) \times ROR] \times GRCE + ND + ARA}{PAR}$$

Where AI = The Average QNRP Investment for the period January 1 of the year through the following December 31, computed as the average of the projected balances of QNRP Investment (as determined in accordance with the "Terms and Conditions" set forth below) on January 1 and the following December 31.

Issued:

Effective:

Issued by: Craig M. Cummings, Vice President
Consumers Illinois Water Company
322 North Gilbert Street
Danville, IL 61834

CONSUMERS ILLINOIS WATER COMPANY
 Vermilion County Division
 WATER SERVICE

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

- AAD = Average Accumulated Depreciation, equal to the projected depreciation expense related to the Average QNRP Investment in excess of related retirements.
- ROR = The overall rate of return reflecting the cost of common equity approved by the Commission in the immediately preceding rate order for the Division.
- GRCF = The gross revenue conversion factor used in the immediately preceding final rate order for the Company.
- ND = Net Depreciation expense related to the Average QNRP Investment. The depreciation expense shall be calculated by applying the depreciation rates last approved by the Commission for the respective accounts in which the specific items included in the Average QNRP Investment are recorded.
- ARA = The Annual Reconciliation Amount, as calculated in the manner described in the "Terms and Conditions" below.
- PAR = The projection of total water operating revenues for the applicable rate charges of the Division for the period January 1 through December 31.

Terms and Conditions

QNRP Investment shall equal that portion of the Company's projected investment in QNRP in the Division, which is not included in the rate base for the Division used to establish rates approved in the immediately preceding rate order for the Company; provided, however, that in the event that the year for which the ISIC percentage is to be calculated (the "ISIC Determination Period") pursuant to the formula set forth above overlaps all or a portion of the Future Test Year in a rate proceeding for which a final Order has been issued or is pending, Average QNRP Investment for the ISIC Determination Period shall not include any portion of the investment in QNRP which is or is expected to be included in the Future Test Year Rate-Base.

QNRP shall consist of plant items or facilities (including, but not limited to, replacement mains, meters, services, and hydrants) which (i) are not reflected in the rate base used to establish the utility's base rates and (ii) are non-revenue producing. A "non-revenue producing facility" is one that is not constructed or installed for the purpose of serving a new customer.

The Annual Reconciliation Amount shall be equal to the difference between the actual revenues recovered through the ISIC and the actual amount of prudently incurred costs recoverable through the ISIC for the Reconciliation Period. The Annual Reconciliation Amount will operate to refund revenue to the customers to the extent of any over collection during the Reconciliation Period and will recover revenue from the

Issued:

Effective:

Issued by: Craig M. Cummings, Vice President
 Consumers Illinois Water Company
 322 North Gilbert Street
 Danville, IL 61834

INFRASTRUCTURE SYSTEM IMPROVEMENT CHARGE ("ISIC")

customers to the extent of any under collection of revenue during the Reconciliation Period. Such refund or recovery (as appropriate) will take place over the 12-month period beginning on April 1 of the year following the Reconciliation Period. For each ISIC Percentage effective on April 1, the Reconciliation Period shall be the twelve month period ending on the prior December 31 (or, if the ISIC was not in effect for that entire twelve month period, the months of that period during which the ISIC was in effect).

For any twelve month period ending on December 31 in which (i) the ISIC has been in effect and (ii) the Company's realized rate of return on rate base exceeds the most recently authorized rate of return, ISIC revenues collected during that twelve month period will be reflected as a credit in the calculation of the ARA included in the calculation of the ISIC Percentage to become effective on the following April 1 to the extent that such revenue contributed to the realization of a rate of return above the authorized level.

The ISIC Percentage to be applied each year shall be shown on an Information Sheet and filed with the Commission not later than December 15 of the year immediately preceding the year for which the ISIC Percentage is to become effective. Not later than March 15 of each year, an Information Sheet will be filed to reflect the revised ARA component of the ISIC, which is to become effective on April 1 of each year (if applicable). The Information Sheet shall be accompanied by backup data showing the calculation of the ISIC Percentage. Unless otherwise ordered by the Commission, each ISIC Percentage shown on an Information Sheet filed in accordance with this paragraph shall become effective as indicated in the Information Sheet.

On March 1 of each year, the Company will submit to the Commission an Annual Report regarding the results of the previous Reconciliation Period. Within six months of receipt of the Annual Report, the Commission may, by order, initiate a proceeding to review the results of the previous Reconciliation Period. If the Commission finds, after hearing, that any amounts were improperly recovered through the ISIC during the Reconciliation Period, the Commission may, to the extent that the correction has not already been reflected in the calculation of the ARA included in the calculation of the ISIC, by order require that the ARA be appropriately adjusted. Any such adjustment made by order of the Commission shall be included in the ARA adjustment and be in effect for twelve months, beginning on the next April 1 following the Commission's determination.

In the event that the operation of ISIC is discontinued, a determination of refunds or additional charges, if any, due to or from Customers for the period during which the ISIC was in effect will be made. Such refund or additional charge shall equal the amount by which revenues collected under the ISIC through the date of its discontinuance exceed or fell short of the recoverable ISIC costs incurred through the same date. Such refund or additional charge will be made as a line item credit or charge on bills for water service and will be made within six months after the operation of the ISIC has been discontinued.

Issued:

Effective:

Issued by: Craig M. Cummings, Vice President
Consumers Illinois Water Company
322 North Gilbert Street
Danville, IL 61834



April 14, 2000

Ms. Donna M. Caton
Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62706

Re: Consumers Illinois Water Company – Kankakee Division
Proposed Increase in Water Rates

Dear Ms. Caton:

Attached hereto for filing on April 14, 2000, to become effective for service rendered on or after May 29, 2000, are four copies of the following Tariff Sheets:

Ill. C.C No. 5

Fifth Revised Sheet No. 1

Cancelling Fourth Revised Sheet No.1

Sixth Revised Sheet No. 2

Cancelling Fifth Revised Sheet No. 2

Seventh Revised Sheet No. 3

Cancelling Sixth Revised Sheet No. 3

Fifth Revised Sheet No. 4

Cancelling Fourth Revised Sheet No.4

Original Sheet No. 17

Original Sheet No. 18

Original Sheet No. 19

proposing a general increase in water rates for the Company's Kankakee Division ("Division"). Under the new rates, the Division's annual revenue for water service would increase by approximately \$1,625,808 an increase of approximately 19.12%.

As the enclosed testimony of Mr. Bunosky explains, the requested increase is necessary to provide the Company with an opportunity to earn a fair return on its investment in utility plant and to recover operating expenses. The Kankakee Division's last rate Order was issued on June 3, 1998, in Docket 97-0351. The rates established in that case were based on an adjusted 1996 test year. Since that time, the Division's rate base has increased considerably. For the 2001 test year, the rate of return on common equity for the Kankakee Division has declined to 3.10% at present rates. The most significant factor affecting the need for increased revenue for the division is the Company's investment of \$7.5 million in the year

KANKAKEE COUNTY
1000 S. Schuyler Avenue
P.O. Box 152
Kankakee, IL 60901-0152

WILL COUNTY
2500 Federal Signal Drive
P.O. Box 788
University Park, IL 60466-0788

LEE-BOONE-KNOX COUNTY
5301 East State Street
Suite 217
Rockford, IL 61108

VERMILION COUNTY
322 N. Gilbert Street
P.O. Box 1130
Danville, IL 61834-1130

2000, the majority of which will be invested in a new tank, new and replacement water mains and water treatment plant improvements. Recognition of increased expenses and rate base is necessary to enable the Company to earn a reasonable rate of return on the investment in utility plant.

The proposed tariff changes are identified and explained in Schedules E-3 and E-4 of CIWC Exhibit 11.0, and the enclosed testimony of Mr. Bunosky. The Company's "Request for Waiver" to use the Standard Information Requirements proposed by the Commission Staff in Appendix "B" of Staff's Initial Brief in Docket 93-0351, as modified in certain respects ("Requirements") is pending before the Commission at Docket 00-0131. Enclosed is one copy of the Testimony and Exhibits of the Company's witnesses and Schedules of the Requirements. Also enclosed is one copy of the General Information Requirements, submitted pursuant to Subpart B, Sections 285.305 and 285.325, of the Requirements, and one copy of workpapers supporting the Schedules of the Requirements, submitted pursuant to Subpart C, Section 285.140 of the Requirements.

A copy of this letter, along with the requisite number of copies of the enclosed materials is also being provided today to the Manager of the Public Utilities Division of the Commission, as follows: seven copies of the Testimony and Exhibits of the Company's witnesses, seven copies of Exhibits 11, 12 and 13 (containing the Schedules of the Requirements) and one copy of the General Information Requirements and Workpapers.

In accordance with 83 Ill. Admin. Code Part 225, the Company has posted public notice of the proposed changes concurrently with this filing and will cause notice of the instant filing to be published in a secular newspaper in an area where there are customers affected by the filing. The Company will also send notification of this filing to its customers in the first bill issued after the filing date.

Copies of filings and notices in this proceeding should be sent to:

Mr. Thomas Bunosky
Consumers Illinois Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152
815-935-6535 Ext. 530

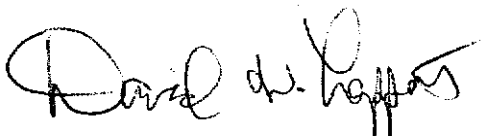
Kathy L. Pape, Esq.
Philadelphia Suburban Corporation
762 W. Lancaster Avenue
Bryn Mawr, PA 19010
610-645-1142

Mr. David W. Leppert
Consumers Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152
815-935-6535 Ext. 521

Ms. Donna M. Caton
April 14, 2000
Page 3

I am also enclosing two additional copies of this letter with attachments for your convenience in acknowledging receipt thereof. Please return one copy each to Ms. Pape and me.

Very truly yours;

A handwritten signature in dark ink, appearing to read "David W. Leppert". The signature is fluid and cursive, with the first name "David" being the most prominent.

David W. Leppert
Vice President

Enclosures



April 14, 2000

Ms. Donna M. Caton
Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62706

Re: Consumers Illinois Water Company – Vermilion County Division
Proposed Increase in Water Rates

Dear Ms. Caton:

Attached hereto for filing on April 14, 2000, to become effective for service rendered on or after May 29, 2000, are four copies of the following Tariff Sheets:

Ill. C.C No. 32

First Revised Sheet No. 1
Cancelling Original Sheet No.1
First Revised Sheet No. 2
Cancelling Original Sheet No.2
First Revised Sheet No. 3
Cancelling Original Sheet No.3
First Revised Sheet No. 4
Cancelling Original Sheet No.4
First Revised Sheet No. 8
Cancelling Original Sheet No.8
Original Sheet No. 15
Original Sheet No. 16
Original Sheet No. 17

proposing a general increase in water rates for the Company's Vermilion County Division ("Division"). Under the new rates, the Division's annual revenue for water service would increase by approximately \$1,955,362, an increase of approximately 21.75%.

As the enclosed testimony of Mr. Cummings explains, the requested increase is necessary to provide the Company with an opportunity to earn a fair return on its investment in utility plant and to recover operating expenses. The Vermilion Division's last rate Order was issued on June 3, 1998, in Docket 97-0351. The rates established in that case were based on an adjusted 1996 test year. Since that time, the Division's rate base has increased considerably. For the 2001 test year, the rate of return on common equity for the Vermilion Division has declined to 5.24% at present rates.

KANKAKEE COUNTY
1000 S. Schuyler Avenue
P.O. Box 152
Kankakee, IL 60901-0152

WILL COUNTY
2500 Federal Signal Drive
P.O. Box 788
University Park, IL 60466-0788

LEE-BOONE-KNOX COUNTY
5301 East State Street
Suite 217
Rockford, IL 61108

VERMILION COUNTY
322 N. Gilbert Street
P.O. Box 1130
Danville, IL 61834-1130

The most significant factor affecting the need for increased revenue for the division is the Company's investment of \$6 million in nitrate abatement facilities, which will be in service by December 31, 2000. Recognition of increased expenses and rate base is necessary to enable the Company to earn a reasonable rate of return on the investment in utility plant.

The proposed tariff changes are identified and explained in Schedules E-3 and E-4 of CIWC Exhibit 12.0, and the enclosed testimony of Mr. Cummings. The Company's "Request for Waiver" to use the Standard Information Requirements proposed by the Commission Staff in Appendix "B" of Staff's Initial Brief in Docket 93-0351, as modified in certain respects ("Requirements") is pending before the Commission at Docket 00-0131. Enclosed is one copy of the Testimony and Exhibits of the Company's witnesses and Schedules of the Requirements. Also enclosed is one copy of the General Information Requirements, submitted pursuant to Subpart B, Sections 285.305 and 285.325, of the Requirements, and one copy of workpapers supporting the Schedules of the Requirements, submitted pursuant to Subpart C, Section 285.140 of the Requirements.

A copy of this letter, along with the requisite number of copies of the enclosed materials is also being provided today to the Manager of the Public Utilities Division of the Commission, as follows: seven copies of the Testimony and Exhibits of the Company's witnesses, seven copies of Exhibits 11, 12 and 13, (containing the Schedules of the Requirements) and one copy of the General Information Requirements and Workpapers.

In accordance with 83 Ill. Admin. Code Part 225, the Company has posted public notice of the proposed changes concurrently with this filing and will cause notice of the instant filing to be published in a secular newspaper in an area where there are customers affected by the filing. The Company will also send notification of this filing to its customers in the first bill issued after the filing date.

Copies of filings and notices in this proceeding should be sent to:

Mr. Craig Cummings
Consumers Illinois Water Company
521 South State Street
Belvidere, IL 61008
217-443-8538 Ext. 115

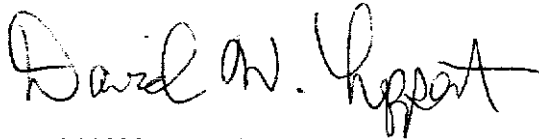
Kathy L. Pape, Esq.
Philadelphia Suburban Corporation
762 W. Lancaster Avenue
Bryn Mawr, PA 19010
610-645-1142

Mr. David W. Leppert
Consumers Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152
815-935-6535 Ext. 521

Ms. Donna M. Caton
April 14, 2000
Page 3

I am also enclosing two additional copies of this letter with attachments for your convenience in acknowledging receipt thereof. Please return one copy each to Ms. Pape and me.

Very truly yours;

A handwritten signature in black ink that reads "David W. Leppert". The signature is written in a cursive style with a large, looped "D" and a stylized "L".

David W. Leppert
Vice President

Enclosures



April 14, 2000

Ms. Donna M. Caton
Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62706

Re: Consumers Illinois Water Company – Woodhaven Water Division
Proposed Increase in Water Rates

Dear Ms. Caton:

Attached hereto for filing on April 14, 2000, to become effective for service rendered on or after May 29, 2000, are four copies of the following Tariff Sheets:

Ill. C.C No. 22

Third Revised Sheet No. 1

Cancelling Second Revised Sheet No.1

Second Revised Sheet No. 2

Cancelling First Revised Sheet No.2

First Revised Sheet No. 4

Cancelling Original Sheet No. 4

Second Revised Sheet No. 5

Cancelling First Revised Sheet No. 5

proposing a general increase in water rates for the Company's Woodhaven - Water Division ("Division"). Under the new rates, the Division's annual revenue for water service would increase by approximately \$291,029, an increase of approximately 57.75%.

As the enclosed testimony of Mr. Seehawer explains, the requested increase is necessary to provide the Company with an opportunity to earn a fair return on its investment in utility plant and to recover operating expenses. The Division's last rate Order was issued on October 25, 1996, in Docket 95-0641 (consolidated). The rates established in that case were based on an adjusted 1996 test year. Since that time, the Division's rate base has increased considerably. For the 2001 test year, the rate of return on common equity for the Woodhaven Division has declined to 0.62% at present rates. The most significant factor affecting the need for increased revenue for the Division is the Company's investment in facilities which will improve

KANKAKEE COUNTY
1000 S. Schuyler Avenue
P.O. Box 152
Kankakee, IL 60901-0152

WILL COUNTY
2500 Federal Signal Drive
P.O. Box 788
University Park, IL 60466-0788

LEE-BOONE-KNOX COUNTY
5301 East State Street
Suite 217
Rockford, IL 61108

VERMILION COUNTY
322 N. Gilbert Street
P.O. Box 1130
Danville, IL 61834-1130

system reliability, such as, well pumps, high service pumps, booster pumps, replacement of filter media and renovations to the chlorine room which will be in service by December 31, 2000. Recognition of increased expenses and rate base is necessary to enable the Company to earn a reasonable rate of return on the investment in utility plant.

The proposed tariff changes are identified and explained in Schedules E-3 and E-4 of CIWC Exhibit 13.0, and the enclosed testimony of Mr. Seehawer. The Company's "Request for Waiver" to use the Standard Information Requirements proposed by the Commission Staff in Appendix "B" of Staff's Initial Brief in Docket 93-0351, as modified in certain respects ("Requirements") is pending before the Commission at Docket 00-0131. Enclosed is one copy of the Testimony and Exhibits of the Company's witnesses and Schedules of the Requirements. Also enclosed is one copy of the General Information Requirements, submitted pursuant to Subpart B, Sections 285.305 and 285.325, of the Requirements, and one copy of workpapers supporting the Schedules of the Requirements, submitted pursuant to Subpart C, Section 285.140 of the Requirements.

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Copies of filings and notices in this proceeding should be sent to:

Mr. Garry Seehawer
Consumers Illinois Water Company
521 South State Street
Belvidere, IL 61008
815-547-5779

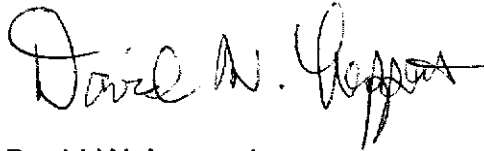
Kathy L. Pape, Esq.
Philadelphia Suburban Corporation
762 W. Lancaster Avenue
Bryn Mawr, PA 19010
610-645-1142

Mr. David W. Leppert
Consumers Water Company
1000 South Schuyler Avenue
Kankakee, IL 60901-0152
815-935-6535 Ext.521

Ms. Donna M. Caton
April 14, 2000
Page 3

I am also enclosing two additional copies of this letter with attachments for your convenience in acknowledging receipt thereof. Please return one copy each to Ms. Pape and me.

Very truly yours;

A handwritten signature in black ink, appearing to read "David W. Leppert". The signature is fluid and cursive, with a large initial "D" and a stylized "L".

David W. Leppert
Vice President

Enclosures

PUBLISHER'S CERTIFICATE

I, the undersigned, do hereby certify that I am an agent of the Kankakee Daily Journal Company, L.L.C., duly authorized to make this certificate on its behalf and I do further certify that the Kankakee Daily Journal Company, L.L.C. is a limited liability company organized under the laws of the State of Delaware and that said limited liability company has its offices and place of business in the City of Kankakee, Kankakee County, Illinois, and that it is the owner and publisher of The Daily Journal, printed, published, and distributed in and from the City of Kankakee in the State of Illinois, that the Daily Journal is a newspaper as hereinafter defined: which consists of not less than 4 pages of printed matter and contains at least 130 square inches of printed matter per page; and which is printed through the use of one of the conventional and generally recognized printing processes such as offset; and which annually averages at least 25 per cent news content per issue; and which publishes miscellaneous reading matter, legal or other announcements and notices, and news and information concerning current happenings and passing events of political, social, religious, commercial, financial or legal nature, and advertisements or bulletins; and which has been continuously published at regular intervals of at least once each week with a minimum of 50 issues per year, for at least one year prior to the first publication of the notice certified to herein.

I do further certify that as such authorized agent of the said Kankakee Daily Journal Company, L.L.C., that the matter or notice, a true copy of which is hereto attached, relating to the matter of

Consumers Illinois Water Company - public notice
of proposed change in schedule of rates

was published in said paper, during Two (2) days, to-wit:

Once April 19, 20 00,

Once April 26, 20 00,

Once _____, 20 _____,

Once _____, 20 _____,

Once _____, 20 _____,

GIVEN under my hand and the corporate seal of said Kankakee Daily Journal Company, L.L.C. this 26th day of April, A.D. 20 00.

KANKAKEE DAILY JOURNAL COMPANY, L.L.C.
Publishers of The Daily Journal

By Joseph E. Kankakee
Agent of the
KANKAKEE DAILY JOURNAL COMPANY, L.L.C.

(SEAL)

PUBLIC NOTICE
Notice of Proposed Change
in Schedule of Rates
to Customers of Consumers
Illinois Water Company
To the Patrons of Consumers Illi-
nois Water Company:
The Consumers Illinois Water Com-
pany hereby gives notice to the
public that it has filed with the
Illinois Commerce Commission a
proposed change in its rate sched-
ules for water service in all areas
served by the Kankakee Division,
which includes the City of Kankakee;
Villages of Bourbonnais, Bradley,
and Aroma Park; portions of Town-
ships of Kankakee, Bourbonnais,
Aroma Park, Manteno and Lime-
stone in Kankakee County, Illinois,
and that said changes for all class-
es of water service, if approved,
would result in overall revenue in-
crease approximately 19.12 percent.
The proposed increase in rates is
set out in Schedule ILL. C.C. No. 5
filed with the Illinois Commerce
Commission.
If this rate request is granted in full
as filed, an average monthly residen-
tial bill (6,300 gallons per month)
would increase by \$4.21. This in-
crease would raise current cost of
water and fire protection from \$23.
57 per month to \$27.78 per month.
At the new rate, a typical residential
customer will receive 411 gallons of
water per dollar.
A copy of the proposed change in
rate schedules may be inspected by
any interested party at the business
office of the company.
Customers should be advised that
the Illinois Commerce Commission
may alter or amend the rates, or
conditions of service after hearings
held pursuant to 83 Ill. Adm. Code
200 and may increase or decrease
individual rates in amounts other
than those requested by the com-
pany.
All parties interested in the matter
may obtain information with respect
thereto either directly from this com-
pany or by addressing the Chief Clerk
of the Illinois Commerce Commission,
527 East Capitol Avenue, Spring-
field, Illinois 62794.
CONSUMERS ILLINOIS
WATER COMPANY
Kankakee Division
Thomas Bunosky
Division Manager

Printer's Fees, \$ 126.00

Paid _____, 20 _____

By _____

The Commercial-News

A GANNETT NEWSPAPER PUBLISHED DAILY & SUNDAY

P.O. BOX 589

DANVILLE, ILLINOIS 61832

PHONE 217-446-1000

AFFIDAVIT OF PUBLICATION

FAXED
4/14/00

to Sherree Gessner
Rfc

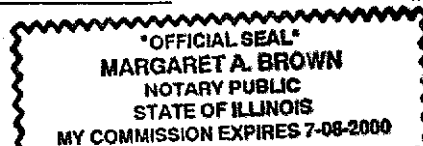
STATE OF IllinoisCOUNTY OF Vermilion

KARLA Edmison, Being duly sworn deposes and says that she is
Retail Sales Rep. of The Commercial-News, a Newspaper published in the
City of Danville, and that advertising for Consumers Illinois Water Co.
was published in the said newspaper and that the following is a true
description of each advertisement as to date of publication, amount of
space occupied and caption:

<u>DATE</u>	<u>SPACE</u>	<u>CAPTION</u>
<u>4-15-00</u>	<u>2x6.5/13"</u>	<u>Public Notice</u>
<u>4-17-00</u>	<u>2x6.5/13"</u>	<u>Public Notice</u>
<u>4-21-00</u>	<u>2x6.5/13"</u>	<u>Public Notice</u>
<u>4-22-00</u>	<u>2x6.5/13"</u>	<u>Public Notice</u>

SUBSCRIBED AND SWORN TO BEFORE ME

(SIGNED)

Karla EdmisonTHIS 13 DAY OF April A.D., 2000NOTARY PUBLIC Margaret A. BrownCOUNTY Vermilion STATE IllinoisMY COMMISSION EXPIRES 7-8-2000

PUBLIC NOTICE

Notice of Proposed Change in Schedule of Rates to Customers of Consumers Illinois Water Company

To the Patrons of Consumers Illinois Water Company:

The Consumers Illinois Water Company hereby gives notice to the public that it has filed with the Illinois Commerce Commission a proposed change in its rate schedules for water service in all areas served by the Vermilion County Division, which includes the City of Danville, Village of Tilton, the Danville Correctional Center, the Lake Boulevard area, the Hooton area, the Villages of Catlin, Westville, Belgium, and surrounding unincorporated areas in Vermilion County, Illinois, and that said changes for all classes of water service, if approved, would result in overall revenue increase of approximately 21.7 percent. The proposed increase in rates is set out in Schedule ILL. C. C. No. 32 filed with the Illinois Commerce Commission.

If this rate request is granted in full as filed, an average monthly residential bill (5,000 gallons per month) would increase by \$6.36. This increase would raise the current cost of water and fire protection from \$29.29 per month to \$35.65 per month. At the new rate, a typical residential customer will receive 140 gallons of water per dollar.

A copy of the proposed change in rate schedules may be inspected by any interested party at the business office of the company.

Customers should be advised that the Illinois Commerce Commission may alter or amend the rates or conditions of service after hearings held pursuant to 63 Ill. Adm. Code 200 and may increase or decrease individual rates in amounts other than those requested by the company.

All parties interested in the matter may obtain information with respect thereto either directly from this company or by addressing the Chief Clerk of the Illinois Commerce Commission, 527 East Capitol Avenue, Springfield, Illinois 62794.

CONSUMERS ILLINOIS WATER COMPANY
Vermilion County Division

Craig M. Cummings
Executive Vice President and General Manager

4/15/00

Commercial
News

MAY 1 2000

CERTIFICATE OF PUBLICATION IN THE MENDOTA REPORTER

STATE OF ILLINOIS)
) ss.
COUNTY OF LaSALLE)

Mendota, IL 61342

April 26, 2000

In the matter of Notice of Proposed Change in Schedule of Rates**PUBLIC NOTICE****Notice of Proposed Change in Schedule of Rates to Customers of Consumers Illinois Water Company.**

To the Patrons of Consumers Illinois Water Company:

The Consumers Illinois Water Company hereby gives notice to the public that it has filed with the Illinois Commerce Commission proposed changes in rate schedules for water service in all areas served by its Woodhaven-Water Division, which includes the Woodhaven Lakes Subdivision in Lee County, Illinois, and that said changes for water service, if approved, would result in overall revenue increase of approximately 57.75 percent. The proposed increase in rates is set out in Schedule ILL. C.C. No. 22, filed with the Illinois Commerce Commission.

If this rate request is granted in full as filed, a typical monthly residential bill would increase \$3.65. This increase would raise the current cost of water service from \$6.32 per month to \$9.97 per month.

A copy of the proposed change in rate schedules may be inspected by any interested party at the business office of the company.

Customers should be advised that the Illinois Commerce Commission may alter or amend the rates or conditions of service after hearings held pursuant to 83 Ill. Adm. Code 200 and may increase or decrease individual rates in amounts other than those requested by the company.

All parties interested in the matter may obtain information with respect thereto either directly from the company or by addressing the Chief Clerk of the Illinois Commerce Commission, 527 East Capitol Avenue, Springfield, Illinois 62794.

CONSUMERS ILLINOIS
WATER COMPANY
Woodhaven-Water
Division
Garry Seehawer
Division Manager
2116

I, Kip Check, hereby certify that I am Publisher of The Mendota Reporter, and that said newspaper is a public and secular newspaper of general circulation published weekly in the City of Mendota, in the County of LaSalle and State of Illinois, and that said newspaper has been continuously published at regular intervals of at least once each week with a minimum of 50 issues per year for at least one year prior to the first publication of the notice hereinafter mentioned. I further certify that said newspaper is in all respects a newspaper as defined by Acts of the General Assembly of the State of Illinois entitled "An Act concerning the publication of legal notices," approved June 8, 1909, as amended, and "An Act to revise the law in relation to notices," approved February 13, 1874, as amended.

I further certify that a notice, of which the annexed is a true printed copy, has been regularly published in said newspaper

.....2.....times, once in each week for2.....successive weeks, the first publication thereof having been made in the issue of said

newspaper published on April 19, 2000.....and the last publication thereof having been made in the issue of

said newspaper published on April 26, 2000.....

IN WITNESS WHEREOF, the undersigned has hereunto set his

hand at Mendota, in said County and State this 26th.....day of

April....., A.D. 2000.....

Kip Check

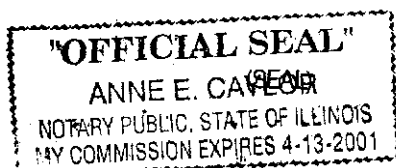
Publisher of THE MENDOTA REPORTER

Printer's fee, \$ 83.64

STATE OF ILLINOIS)
COUNTY OF LaSALLE) ss.

Subscribed and sworn to before me this 26th.....day of

April....., A.D. 2000.....



Anne E. Cavello

NOTARY PUBLIC
My Commission expires April 13, 2001